

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA  
FINANCIAL STATEMENTS  
JUNE 30, 2023  
(WITH SUMMARIZED FINANCIAL INFORMATION  
FOR JUNE 30, 2022)

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA

CONTENTS

	<u>PAGE</u>
INDEPENDENT AUDITOR'S REPORT	1 - 2
STATEMENT OF FINANCIAL POSITION	3
STATEMENT OF ACTIVITIES	4
STATEMENT OF FUNCTIONAL EXPENSES	5
STATEMENT OF CASH FLOWS	6
NOTES TO FINANCIAL STATEMENTS	7 - 13

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
The Fund for the School District of Philadelphia  
Philadelphia, Pennsylvania

### *Opinion*

We have audited the accompanying financial statements of The Fund for the School District of Philadelphia (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Fund for the School District of Philadelphia as of June 30, 2023, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### *Basis for Opinion*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The Fund for the School District of Philadelphia and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Responsibilities of Management for the Financial Statements*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about The Fund for the School District of Philadelphia's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

To the Board of Directors  
The Fund for the School District of Philadelphia  
(Continued)

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The Fund for the School District of Philadelphia's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The Fund for the School District of Philadelphia's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

#### Report on Summarized Comparative Information

We have previously audited The Fund for the School District of Philadelphia's 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 19, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022 is consistent, in all material respects, with the audited financial statements from which it has been derived.



September 16, 2024

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2023  
(WITH FINANCIAL INFORMATION  
FOR JUNE 30, 2022)

	2023	2022
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash (includes amounts restricted for specific purposes of \$6,706,423 at June 30, 2023)	\$ 7,462,466	\$ 8,138,508
Grants and contributions receivable	451,121	434,975
Interest receivable	-	3,989
Prepaid expenses	59,871	27,028
	7,973,458	8,604,500
<b>NON-CURRENT ASSETS</b>		
Marketable securities	534,591	535,062
<b>TOTAL ASSETS</b>	<b>\$ 8,508,049</b>	<b>\$ 9,139,562</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 639,636	\$ 341,328
Deferred revenue	130,833	-
<b>TOTAL LIABILITIES</b>	<b>770,469</b>	<b>341,328</b>
<b>NET ASSETS</b>		
NET ASSETS WITHOUT DONOR RESTRICTIONS	815,914	478,530
NET ASSETS WITH DONOR RESTRICTIONS	6,921,666	8,319,704
<b>TOTAL NET ASSETS</b>	<b>7,737,580</b>	<b>8,798,234</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 8,508,049</b>	<b>\$ 9,139,562</b>

The accompanying notes are an integral part of these financial statements.

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2023  
(WITH SUMMARIZED FINANCIAL INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2022)

	2023			2022 Total
	Without Donor Restrictions	With Donor Restrictions	Total	
<b>SUPPORT, REVENUE, AND GAINS (LOSSES)</b>				
Contributions and grants				
Corporations	\$ 101,667	\$ 575,825	\$ 677,492	\$ 483,887
Contracts	200,000	-	200,000	200,000
Foundations	355,300	1,349,448	1,704,748	2,584,637
Government grants	75,243	963,510	1,038,753	276,975
Individuals	286,445	180,098	466,543	759,679
In-kind donations	-	144,456	144,456	955,516
Special event revenue	-	210,367	210,367	-
Less: costs of direct benefits to donors	-	(69,688)	(69,688)	-
Net realized and unrealized gain (loss) on marketable securities	-	45,805	45,805	(70,047)
Interest and dividends	98,794	-	98,794	10,134
	<u>1,117,449</u>	<u>3,399,821</u>	<u>4,517,270</u>	<u>5,200,781</u>
<b>NET ASSETS RELEASED FROM RESTRICTIONS</b>				
Satisfaction of program restrictions	<u>4,797,859</u>	<u>(4,797,859)</u>	<u>-</u>	<u>-</u>
<b>TOTAL SUPPORT, REVENUE, AND GAINS (LOSSES)</b>	<u>5,915,308</u>	<u>(1,398,038)</u>	<u>4,517,270</u>	<u>5,200,781</u>
<b>EXPENSES</b>				
Program services	4,875,697	-	4,875,697	4,816,034
Supporting services				
General and administrative	385,756	-	385,756	408,640
Fundraising	316,471	-	316,471	490,219
<b>TOTAL EXPENSES</b>	<u>5,577,924</u>	<u>-</u>	<u>5,577,924</u>	<u>5,714,893</u>
<b>CHANGE IN NET ASSETS</b>	337,384	(1,398,038)	(1,060,654)	(514,112)
<b>NET ASSETS - BEGINNING OF YEAR</b>	<u>478,530</u>	<u>8,319,704</u>	<u>8,798,234</u>	<u>9,312,349</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 815,914</u>	<u>\$ 6,921,666</u>	<u>\$ 7,737,580</u>	<u>\$ 8,798,237</u>

The accompanying notes are an integral part of these financial statements.

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA  
STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED JUNE 30, 2023  
(WITH SUMMARIZED FINANCIAL INFORMATION FOR  
THE YEAR ENDED JUNE 30, 2022)

	2023			Total	2022 Total
	Program Services	Supporting Services			
		General and Administrative	Fundraising		
Personnel					
Salaries	\$ 81,495	\$ 86,772	\$ 218,107	\$ 386,374	\$ 566,472
Workers compensation	223	237	597	1,057	2,653
Benefits	12,613	13,429	33,755	59,797	101,278
Payroll taxes	6,958	7,409	18,623	32,990	42,238
	<u>101,289</u>	<u>107,847</u>	<u>271,082</u>	<u>480,218</u>	<u>712,641</u>
Grants made	4,774,408	-	-	4,774,408	4,549,795
Board expense	-	4,731	-	4,731	9,789
Consultants	-	60,450	2,350	62,800	202,437
Dues and subscriptions	-	35,914	4,761	40,675	45,964
Insurance	-	11,251	-	11,251	9,912
Marketing	-	11,963	14,828	26,791	2,912
Office expense	-	16,572	-	16,572	22,828
Professional fees	-	98,456	-	98,456	90,807
Professional development	-	-	-	-	10,608
Rent and occupancy	-	36,200	23,450	59,650	53,306
Travel/mileage/conference	-	2,372	-	2,372	3,894
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL EXPENSES</b>	<u><u>\$ 4,875,697</u></u>	<u><u>\$ 385,756</u></u>	<u><u>\$ 316,471</u></u>	<u><u>\$ 5,577,924</u></u>	<u><u>\$ 5,714,893</u></u>

The accompanying notes are an integral part of these financial statements.

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2023  
(WITH FINANCIAL INFORMATION FOR  
THE YEAR ENDED JUNE 30, 2022)

	2023	2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ (1,060,654)	\$ (514,112)
Adjustments to reconcile change in net assets to net cash used in operating activities		
Net realized and unrealized (gain) loss on marketable securities	(45,805)	70,047
(Increase) decrease in assets		
Grants and contributions receivable	(16,146)	(59,217)
Interest receivable	3,989	(3,989)
Prepaid expenses	(32,843)	84,526
Increase in liabilities		
Accounts payable and accrued expenses	298,308	183,420
Deferred revenue	130,833	-
	(722,318)	(239,325)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of marketable securities	46,276	66,347
<b>NET DECREASE IN CASH</b>	(676,042)	(172,978)
<b>CASH - BEGINNING OF YEAR</b>	8,138,508	8,311,486
<b>CASH - END OF YEAR</b>	\$ 7,462,466	\$ 8,138,508

The accompanying notes are an integral part of these financial statements.

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Fund for the School District of Philadelphia (“the Fund”), a Pennsylvania nonprofit organization under the provisions of Section 501(c)(3) of the Internal Revenue Code, was organized to review and, upon approval, monitor grants generated by the School District of Philadelphia and to generate grants and contributions for the benefit of the School District of Philadelphia and its schools. The Fund works closely and collaboratively with the School District of Philadelphia. The Superintendent of the School District of Philadelphia appoints up to five members of the Fund’s board of directors and the Fund’s President and CEO serves on the Superintendent’s executive cabinet.

The Fund’s support is primarily from contributions. The Fund relies on the receipt of grants, contracts and administrative fees earned for program activities to provide funding for its operations. The Fund’s administrative fee is 10% of the contributions received. For significant contributions a lower fee may be negotiated. All grants managed by the Fund for schools or donations made through PhillyFUNDamentals are assessed at a 5% administrative fee. PhillyFUNDamentals is a website developed by the Fund for the School District of Philadelphia that allows donors to support a specific school.

Basis of Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America.

Financial statement presentation follows Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*. Under FASB ASC 958, the Fund reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. Deferred revenue represents funds received for conditional grants that are being recognized as revenue ratably over the term of the grant.

Contributions received are recorded as increases in net assets without donor restrictions or net assets with donor restrictions depending on the existence and/or nature of any donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Contributions received requiring perpetual investment for use by the Fund are classified as net assets with donor restrictions. In the absence of donor restrictions to the contrary, restrictions on contributions of property or equipment or on assets restricted to acquiring property or equipment expire when the property or equipment is placed in service.

Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

All amounts included as contributions receivable are expected to be fully collectible.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Concentration of Credit Risk Involving Cash

The Fund maintains its cash at one financial institution. The account at this institution is insured by the Federal Deposit Insurance Corporation up to \$250,000. At times, the balance may exceed federally insured limits. Management believes the credit risk related to this balance is minimal.

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Grants and Contributions Receivable

Grants and contributions receivable represent payments due in future periods for awards recorded as support and revenue. The Fund considers grants and contributions receivable to be fully collectible; accordingly, no allowance for doubtful accounts has been established. If accounts become uncollectible, they will be charged to operations when that determination is made.

Marketable Securities

The Fund carries investments in marketable securities at fair value. Under FASB ASC 820-10, *Fair Value Measurement*, fair value is defined as the price that the Fund would receive to sell an investment to an independent buyer in the principal market, or in the absence of a principal market, the most advantageous market. FASB ASC 820-10 establishes a three-tier hierarchy based on quoted prices in active markets (Level 1), other observable inputs (Level 2), or unobservable inputs (Level 3).

Realized and unrealized gains and losses on investments (determined based on original cost) and investment income are included in the statement of activities.

Investments are exposed to various risks, such as interest rate, credit, and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investments will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

In-kind Donations

The Fund recognizes contributed services which create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. During the year ended June 30, 2023, there were no contributed services. Also, while a substantial number of volunteers contributed significant amounts of their time to assist in the Fund's program services, this has not been valued.

Contributed goods are reflected as revenue and expense in the accompanying financial statements at their estimated values at the date of receipt. For the year ended June 30, 2023, \$144,456 of contributed goods consisted primarily of educational books and gift cards.

Spending Policy

The Fund follows a spending rate for the permanently restricted endowment funds that is mandated by the donor. The policy provides for a distribution of funds determined at the end of the Fund's fiscal year that are in excess of a set threshold.

Functional Expenses

The costs of providing the program and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated between program and supporting services based on direct identification when possible, and allocation if a single expenditure benefits more than one program or function. Expenditures that require allocation are primarily payroll and benefits, which are allocated based on estimates of time and effort.

Leases

Lease payments for leases with a term of 12 months or less are expensed on a straight-line basis over the term of the lease with no lease asset or liability recognized.

Tax Status

The Fund is incorporated in the Commonwealth of Pennsylvania and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Fund is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Comparative Financial Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Fund's financial statements for the year ended June 30, 2022, from which the summarized information was derived.

Recently Issued Accounting Pronouncements

In February 2016, the FASB issued Accounting Standards Update (ASU) No. 2016-02, *Leases (Topic 842)*, as modified by other subsequently issued related ASU's. The amendments in these Updates specify the accounting for leases. The core principle of Topic 842 is that a lessee should recognize the assets and liabilities that arise from leases. The Fund adopted the new standard and related ASUs, effective July 1, 2022 using a modified retrospective approach. The Company also elected the package of practical expedients permitted under the transition guidance within the new standard (see Note 2).

In June 2016, the FASB issued ASU No. 2016-13, *Financial Instruments – Credit Losses (Topic 326), Measurement of Credit Losses on Financial Instruments*. The amendments in this Update affect loans, debt securities, trade receivables, and any other financial assets that have the contractual right to receive cash. The ASU requires an entity to recognize expected credit losses rather than incurred losses for financial assets. The amendments in this Update were extended by ASU No. 2019-10 and are effective for fiscal years beginning after December 15, 2022, including interim periods within fiscal years beginning after December 15, 2023. The Fund is currently assessing the impact this Update will have on its financial statements when adopted.

Subsequent Events

FASB ASC 855-10 establishes general standards of accounting and disclosure of events that occur after the statement of financial position date but before the date the financial statements are available to be issued. Subsequent events have been evaluated through September 16, 2024 the date that the financial statements were available to be issued.

NOTE 2 – NEW ACCOUNTING GUIDANCE IMPLEMENTATION

As of July 1, 2022, the Fund changed its accounting method for leases as a result of implementing the requirements of FASB ASC 842, *Leases*, using the modified retrospective transition method. Adoption of the new guidance did not have an impact on the Fund's financial statements.

The new lease guidance requires the recognition of a right-of-use asset and a lease liability for operating leases. The Fund elected the package of practical expedients, including 1) relief from reassessing whether any expired or existing contracts are or contain leases, 2) relief from reassessing the classification for any expired or existing leases, 3) relief from reassessing initial direct costs for any existing leases, 4) using hindsight to determine the lease term and assess impairment of right-of-use assets, 5) election not to apply the recognition requirements to short-term leases, and 6) election not to separate lease components from nonlease components.

The Fund's only lease is a short-term lease with a related party (see Note 5).

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023

NOTE 3 – FAIR VALUE MEASUREMENTS – MARKETABLE SECURITIES

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Fund has the ability to access.

Level 2 Inputs to the valuation methodology include

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability’s fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2023.

*Bond fund, stock index fund, & real estate fund:* Mutual funds valued at the daily closing price as reported by the Fund.

The following table sets forth by level, within the fair value hierarchy, the Fund’s assets at fair value as of June 30, 2023:

	Assets at Fair Value as of June 30, 2023			
	Level 1	Level 2	Level 3	Total
Bond fund	\$ 241,712	\$ -	\$ -	\$ 241,712
Stock index fund	288,292	-	-	288,292
Real estate fund	4,587	-	-	4,587
Total assets at fair value	\$ 534,591	\$ -	\$ -	\$ 534,591

NOTE 4 – NET ASSETS WITH DONOR RESTRICTIONS

The Fund has net assets subject to donor-imposed stipulations that may or will be met either by actions of the Fund and/or the passage of time.

The Fund also has net assets subject to donor-imposed stipulations that must be maintained permanently by the Fund, which consist of the GSK Endowment, from which the income is to be used for the purchase of science laboratory equipment for use by the Science Leadership Academy Schools.

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023

NOTE 4 – NET ASSETS WITH DONOR RESTRICTIONS (Continued)

Net assets with donor restrictions at June 30, 2023 are as follows:

Net assets with temporary donor restrictions	
Adopt A School	\$ 42,323
Aspen Challenge	21,723
Athletics	47,670
Bimbo Bakeries - Summer Culinary Program	24,258
Comcast Cares Day	16,655
COVID-19 Technology Funding	213,596
Crisis Emergency Fund	13,091
Early Literacy Programs	119,611
Education Pod and Resource Center	18,127
Family Support Fund	122,853
G.W. Carver High School	26,651
Give a Band	3,387
Green Futures	81,930
GSK- Increasing Equity in Philadelphia STEM Instruction	270,948
Hess Foundation – Playgrounds	42,413
Jerome Zaslow Memorial Scholarship	15,750
Kind Mastbaum Fund	18,000
Leveling the Playing Field	58,547
Live & Learn Summer Learning	6
Meet Me at the Museum	2,356
Mellon All City Music	2,499
Mock Trail Project	17,372
Non-Profit Leadership Development	8,210
Other	448,527
PhillyFUNDamentals	902,997
Principal Awards	332,633
Read to Succeed	194,151
Scholarship	49,000
School Music Program & Instrument Repair	130,362
School Supply Fund	250,418
Specific School Program	665,704
Student Achievers & College Signing Day	31,490
Teach and Reach	400
Teacher Development	22,219
Technology Development	15,000
The Giant Company Fund	399,429
Tobias Harris Fund	129,961
Wells Fargo - Day of Caring Program	23,974
William Penn - Playful Learning Grant	1,204,782
William Penn - RCSI	99,000
William Penn - Stormwater Grant	296,847
Young Artists Fund	2,205
	<hr/>
	6,387,075
Net assets with permanent donor restrictions	<hr/>
	534,591
	<hr/>
	<u>\$ 6,921,666</u>

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023

NOTE 5 – RELATED PARTY

The Fund leases space which includes office equipment, furniture and use of common area from an affiliate of certain of the Fund’s board members. Amount paid to this affiliate for the year ended June 30, 2023 was \$36,200

NOTE 6 – SPECIAL EVENTS

Functional expenses for the year ended June 30, 2023 are detailed on the statement of functional expenses. To the extent that expenses are reported on the statement of activities by other than their natural classification (the cost of special events reported as a direct benefit to donors), they are included in the summary below with all expenses incurred.

	Program Services	Supporting Services		Subtotal	Special Events (Direct Benefit to Donors)	Total
		General and Administrative	Fundraising			
Personnel	\$ 101,289	\$ 107,847	\$ 271,082	\$ 480,218	\$ -	\$ 480,218
Grants made	4,774,408	-	-	4,774,408	-	4,774,408
Other	-	277,909	45,389	323,298	69,688	392,986
<b>Total expenses</b>	<b>\$ 4,875,697</b>	<b>\$ 385,756</b>	<b>\$ 316,471</b>	<b>\$ 5,577,924</b>	<b>\$ 69,688</b>	<b>\$ 5,647,612</b>

Special events	
Professional fees	\$ 26,494
Venue	25,813
T-shirts	12,787
Supplies and other	4,594
	<u>\$ 69,688</u>

NOTE 7 – GRANTS MADE

For the year ended June 30, 2023, grants made represent expenses paid to support various programs at the district and school levels. Projects with the largest expenditures include the Early Literacy Read to Succeed Program, the Glaxo Smith Kline STEM Education initiatives, and the Lindback Teacher and Principal Awards. These programs included issuing mini grants to schools, providing teacher stipends to further equity STEM instruction with professional development, and the annual disbursement of the Lindback Teacher and Principal Awards. Other initiatives managed by the Fund include playground installations and the green stormwater management projects funded by the William Penn Foundation. The Hess Foundation made a large investment in the Fund to complete two additional playgrounds. Overall, the specific expenses include, but are not limited to, books, supplies, technology, equipment, and fees paid to consultants and contractors to support the various programs.

NOTE 8 – EMPLOYEE RETIREMENT PLAN

The Fund has a 401(k) plan for its employees. All eligible employees are covered by the plan. The Fund made annual contributions of \$13,956 for the year ended June 30, 2023.

THE FUND FOR THE SCHOOL DISTRICT OF PHILADELPHIA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023

NOTE 9 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Fund’s financial assets available within one year of the statement of financial position date for general expenditure are as follows:

Cash	\$ 7,462,466
Grants and contributions receivable	<u>451,121</u>
	7,913,587
Less financial assets unavailable for general expenditures within one year due to:	
Restrictions by donor for time or purpose	<u>(6,387,075)</u>
	<u><u>\$ 1,526,512</u></u>

As shown above the Fund has approximately \$1,500,000 of assets available within one year of the statement of financial position date to meet cash needs for general expenditures. The Fund has a goal to maintain financial assets to be liquid with minimal market risk. The Fund has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Fund structures its endowment assets to ensure it has sufficient liquidity to meet its annual spending policy. See Note 1 for the Fund’s endowment spending policy.